

# MEDICAL FEE DISPUTE RESOLUTION FINDINGS AND DECISION

PART I: GENERAL INFORMATION				
Requestor Name and Address:	MFDR Tracking #: M4-07-0666-01			
HARRIS METHODIST FORT WORTH 3255 W PIONEER PKWY ARLINGTON TX 76013	DWC Claim #:			
	Injured Employee:			
Respondent Name and Box #:	Date of Injury:			
GENERAL MOTORS CO Box #: 47	Employer Name:			
	Insurance Carrier #:			

#### PART II: REQUESTOR'S POSITION SUMMARY AND PRINCIPAL DOCUMENTATION

**Requestor's Position Summary:** "Understanding that TWCC is wanting to move to a hospital reimbursement of a %-over-Medicare, we have used that methodology in our calculation of fair and reasonable. Medicare would have reimbursed the provider at the APT rate of \$2,520.41 for APC number 0208. Allowing this at 140% would yield a fair and reasonable allowance of \$3,542.57."

# **Principal Documentation:**

- 1. DWC 60 Package
- 2. Medical Bill(s)
- 3. EOB(s)
- 4. Medical Records
- 5. Total Amount Sought \$2442.57

#### PART III: RESPONDENT'S POSITION SUMMARY AND PRINCIPAL DOCUMENTATION

**Respondent's Position Summary:** "Charges for the facility in which the provider elected to have procedures or surgery performed on an outpatient basis are paid at a fair and reasonable amount pursuant to criteria set forth in Section 413.001(b) of the Texas Workers' Compensation Act. In light of the reduced expensed incurred in an outpatient setting, it is unreasonable to pay more for an outpatient procedure or surgery than an inpatient surgery. The established per diem rate for an inpatient surgical day is set at \$1,118.00. The per diem rate for non-surgical inpatient medical stay is set at \$870.00. Using these two rates as anchor points, reimbursement is determined based on the amount of time spent in the operating room."

### **Principal Documentation:**

1. Response Package

PART IV: SUMMARY OF FINDINGS				
Date(s) of Service	Denial Code(s)	Disputed Service	Amount in Dispute	Amount Due
3/7/2006 Thru 3/11/2006	850-054, W10, M	Inpatient Surgery	\$2442.57	\$8.00
			Total Due:	\$8.00

## PART V: REVIEW OF SUMMARY, METHODOLOGY AND EXPLANATION

Texas Labor Code §413.011(a-d), titled *Reimbursement Policies and Guidelines*, and Division rule at 28 Texas Administrative Code §134.1, titled *Use of the Fee Guidelines*, effective May 16, 2002 set out the reimbursement guidelines.

This request for medical fee dispute resolution was received by the Division on September 25, 2006. Pursuant to Division rule at 28 TAC §133.307(g)(3), effective January 1, 2003, 27 TexReg 12282, applicable to disputes filed on or after January 1, 2003, the Division notified the requestor on October 6, 2006 to send additional documentation relevant to the

fee dispute as set forth in the rule.

- 1. For the services involved in this dispute, the respondent reduced or denied payment with reason code:
  - 850-054-The recommended payments above reflect a fair, reasonable and consistent methodology or reimbursement pursuant to the criteria set forth in Section 413.011(D) of the Texas Workers' Compensation Act.
  - M-No MAR.
  - W10-No maximum allowable defined by fee guideline. Reimbursement made based on insurance carrier fair and reasonable reimbursement methodology.
- 2. Division rule at 28 TAC §134.401(b)(1)(B), effective August 1, 1997, states "Inpatient Services Health care, as defined by the Texas Labor Code §401.011(10), provided by an acute care hospital and rendered to a person who is admitted to an acute care hospital and whose length of stay exceeds 23 hours in any unit of the acute care hospital." A review of the submitted medical records supports that the claimant's length of stay exceeded 23 hours; therefore, this admission is an inpatient per Division rule at 28 TAC §134.401(b)(1)(B).
- 3. This dispute relates to inpatient surgical services provided in a hospital setting with reimbursement subject to the provisions of Division rule at 28 TAC §134.401."
- 4. Division rule at 28 TAC §134.401(c)(1) states "Standard Per Diem Amount. The workers' compensation standard per diem amounts to be used in calculating the reimbursement for acute care inpatient services are as follows: Surgical \$1,118.00."
- 5. The hospital admission was from 3/10/2006 thru 3/11/2006; therefore, the length of stay was one day.
- 6. Per Division rule at 28 TAC §134.401(c)(3)(B), the reimbursement calculation formula is "LOS X SPDA = WCRA." Therefore, 1 X \$1118.00 = \$1,118.00. The insurance carrier paid \$1,110.00. The difference between amount due and paid is \$8.00; this amount is recommended for reimbursement.

### PART VI: GENERAL PAYMENT POLICIES/REFERENCES

Texas Labor Code § 413.011(a-d), § 413.031 and § 413.0311 28 Texas Administrative Code §133.307, §134.1, §134.401 Texas Government Code, Chapter 2001, Subchapter G

### PART VII: DIVISION DECISION

DECISION:

Based upon the documentation submitted by the parties and in accordance with the provisions of Texas Labor Code §413.031 and §413.019 (if applicable), the Division has determined that the requestor is entitled to \$8.00 reimbursement for the services involved in this dispute. The Division hereby **ORDERS** the respondent to remit to the requestor the amount of \$8.00 plus applicable accrued interest per Division rule at 28 Tex. Admin. Code §134.803, due within 30 days of receipt of this Order.

DECISION.		
		9/9/2010
Authorized Signature	Medical Fee Dispute Resolution Officer	Date

#### PART VIII: YOUR RIGHT TO REQUEST AN APPEAL

Either party to this medical fee dispute has a right to request an appeal. A request for hearing must be in writing and it must be received by the DWC Chief Clerk of Proceedings within **20** (twenty) days of your receipt of this decision. A request for hearing should be sent to: Chief Clerk of Proceedings, Texas Department of Insurance, Division of Workers Compensation, P.O. Box 17787, Austin, Texas, 78744. **Please include a copy of the Medical Fee Dispute Resolution Findings and Decision** together with other required information specified in Division rule at 28 TAC §148.3(c).

Under Texas Labor Code §413.0311, your appeal will be handled by a Division hearing under Title 28 Texas Administrative Code Chapter 142 Rules if the total amount sought does not exceed \$2,000. If the total amount sought exceeds \$2,000, a hearing will be conducted by the State Office of Administrative Hearings under Texas Labor Code §413.031.

Si prefiere hablar con una persona en español acerca de ésta correspondencia, favor de llamar a 512-804-4812.